BERRY PETROLEUM COMPANY FEE TRIBAL 8-5D-54

SE ¼, NE ¼, 1978' FNL 211' FEL, Sec. 5, T5S, R4W, U.S.B.& M. BHL: SE ¼, NE ¼, 2178' FNL, 656' FEL Duchesne County, Utah

ONSHORE ORDER NO. 1

DRILLING PROGRAM

A,B Estimated Tops of Geological Markers and Formations Expected to Contain Water, Oil and Gas and Other Minerals

FORMATION	DRILL DEPTH * @ SHL (TVD)	DRILL DEPTH* @ BHL (TVD)	Measured Depth
Uinta Fm	Surface	Surface	
Green River	1,677'	1,665'	1,681'
Green River Upper Marker	2,280'	2,269'	2,287'
Mahogany	2,968'	2,953'	2,978
Tgr3	4,065'	4,053'	4,080'
*Douglas Creek	4,858'	4,846'	4,875'
Black Shale	5,559'	5,544'	5,575'
*Castle Peak	5,800'	5,786'	5,816'
*Uteland Butte	6,214'	6,200'	6,230'
Wasatch	6,435'	6,422'	6,4517
*CR-6 (base U Wasatch)	7,385'	7,372'	740
TD	7,435'	7,422'	7,451'
		Val	
Base of Moderate Saline			•
Water	1,437'	1,507	

*PROSPECTIVE PAY

Berry is locating the well at the proposed sarface location and directionally drilling to the proposed bottom hole location. By drilling directionally, Berry Petroleum Company will improve field development efficiency by potentially combining multiple surface hole locations together. This will significantly reduce total surface disturbance his combine the use of access roads and existing pipelines. Furthermore, Berry hereby certifies that it is the sole working interest owner with 460 feet of the entire directional well bore and the remainder of the Ute Tribal section.

C Pressure Control Equipment: (Schematic Attached)

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc. A 3M system will be utilized. The attached diagram depicts the use of an annular in conjunction with double rams. However, an annular, double rams or both may be used depending on the drilling rig contracted.

Chart recorders will be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a representative upon request.

Mud volumes will be monitored visually. Upper and Lower Kelly cocks will be utilized. A gas buster will be utilized, if necessary.

Depth	Interval	ls
		_

D,E Proposed Casing and Cementing Program

A gas buster wil	l be utiliz	ed, if necessary.	
<u>Depth</u>	Intervals		BOP Equipment
0-350'			No Pressure Control
350' – 7451'			No Pressure Control 11" 3000# Ram Type BOP 11" 3000# Annular BOP
E Proposed Casing a	nd Ceme	nting Program	OF
Purpose	Depth	Hole Size	Casing Size Type Countection Weight
Surface Production	350' 7451'	12.25" 7.875"	8.625" J-35 8T&C 24# 5.50" L-80 LT&C 17#
Surface		Type &	Arrectip
0'-350'	26		Approximately 275 SX Premium Plus (Class G) + additives or a similar slurry with a minimum weight of 15.8 #/gal and approximate yield of 1.15 cuft/sx, minimum 24 hr compressive strength = 500 psi (Cement will be circulated to surface and topped off, if necessary.)
Production			Type & Amount
0'-3500'			Lead: +/- 200 SX Premium Type V + additives or similar slurry with a minimum weight of 11.0 #/gal and approximate yield of 3.82 cuft/sx
3500' – 7451'			Tail: +/- 490 SX Premium Lite Tail + additives or similar slurry with a minimum weight of 13.1 #/gal and approximate yield of 1.70cuft/sk.

For production casing, actual cement volumes will be determined from the caliper log plus a minimum of 15% excess.

Drilling Program Duchesne County, UT

Drilling Fluids Program

Interval	Weight	Viscosity	Fluid Loss	Remarks	
0' - 1000' 1000'-7451'	8.4 - 9.5 $8.4 - 9.5$	27 27	NC NC	DAP Mud DAP Water	

G Evaluation Program

Logging Program:

HRI-GR-SP with SDL-DSN-PE; surface casing to TD.

Preserve samples from all show intervals.

Sampling:

10' dry cut samples: Douglas Creek to TD. Preserve samples

From all show intervals.

Surveys:

As deemed necessary

Mud Logger:

As deemed necessary

Drill Stem Tests:

As deemed necessary

Cores:

As deemed necessary

H Anticipated Abnormal Pressures or Temperatures

No abnormal temperatures or pressures or other hazards are anticipated.

Shallow gas and/or water flows are possible below surface casing

Rapproved Maximum anticipated bottom hole pressure equals approximately 3666 psi* and maximum anticipated surface pressure equals approximately 2033**psi (lotton bole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psicoo

tes and Notification of Operations Anticipated Starting

Drilling Activity:

Anticipated Commencement Date:

Drilling Days:

Completion Days:

Upon approval of the APD.

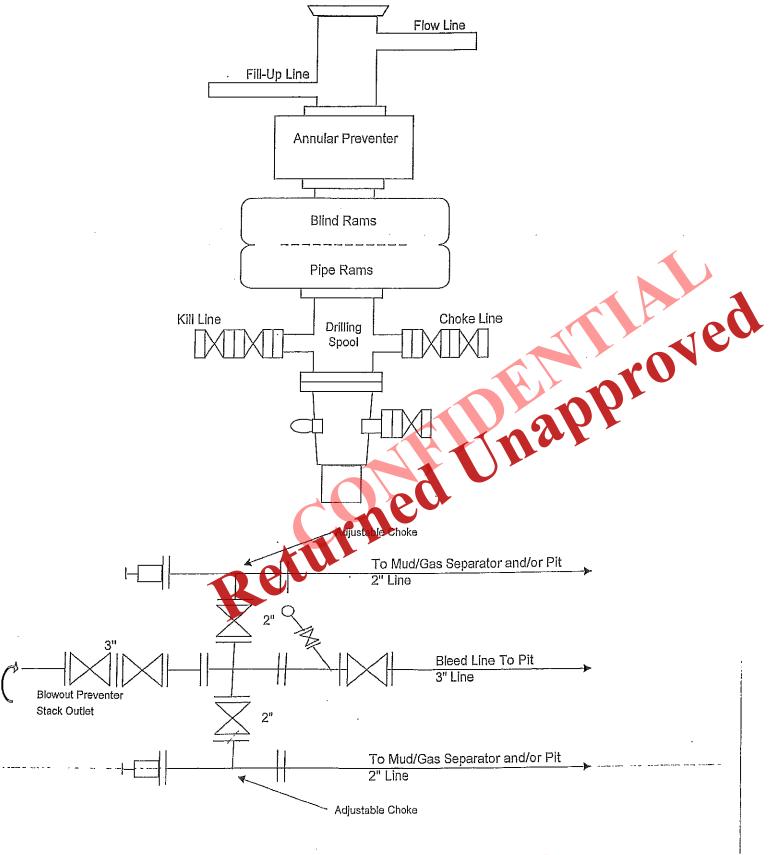
Approximately 10 days.

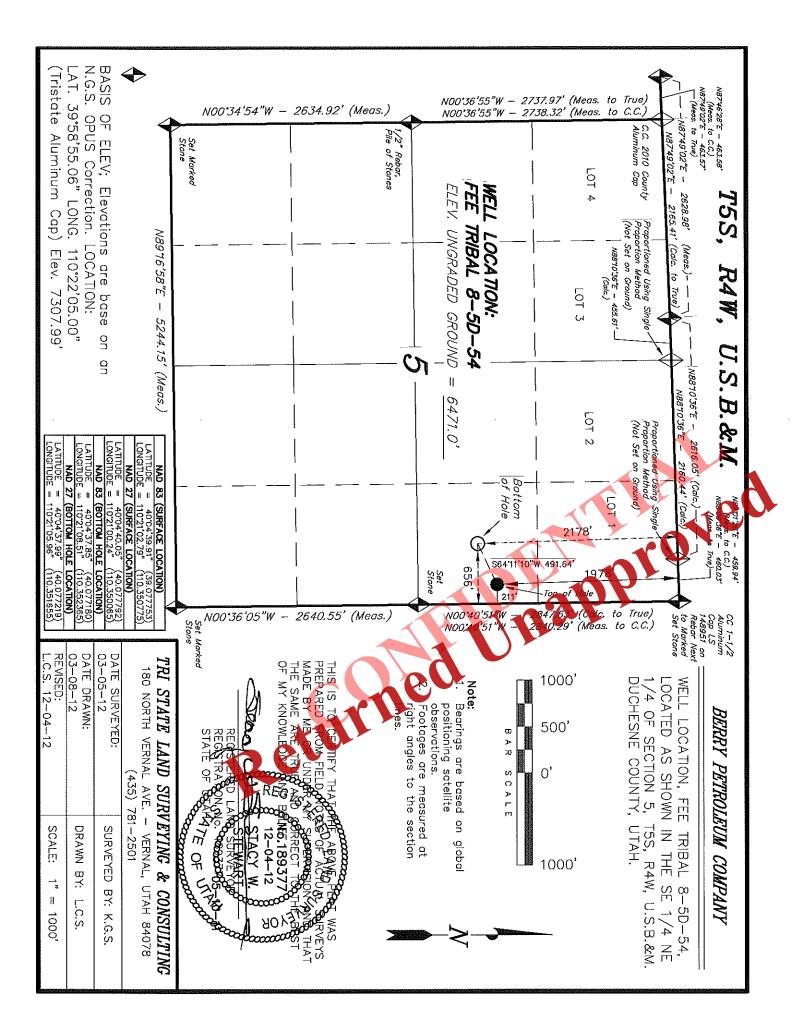
Approximately 7 days.

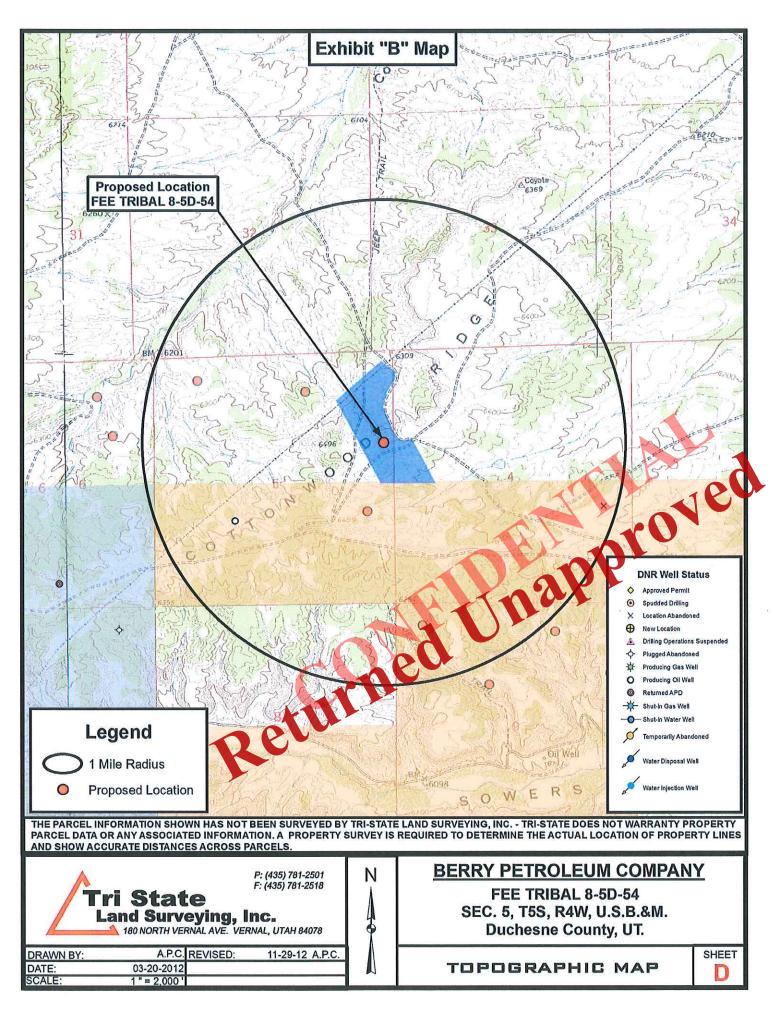
^{*}Max Mud Wt x 0.052 x TD = A (bottom) ele pressure)

^{**}Maximum surface pressure

SCHEMATIC DIAGRAM OF 3,000 PSI BOP STACK







Berry Petroleum Company

Duchesne County, UT Section 5-T5S-R4W Fee Tribal 8-5D-54

Wellbore #1

Plan: Design #1

approved Standard Planning Report 20 December, 2012

Berry Petroleum Company Fee Tribal 8-5D-54 **Duchesne County, UT**



Geodetic System: US State Plane 1927 (Exact solution)

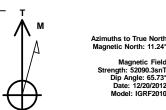
Zone: Utah Central 4302

WELL @ 6491.0usft (Original Well Elev)

Ground Level: 6471.0

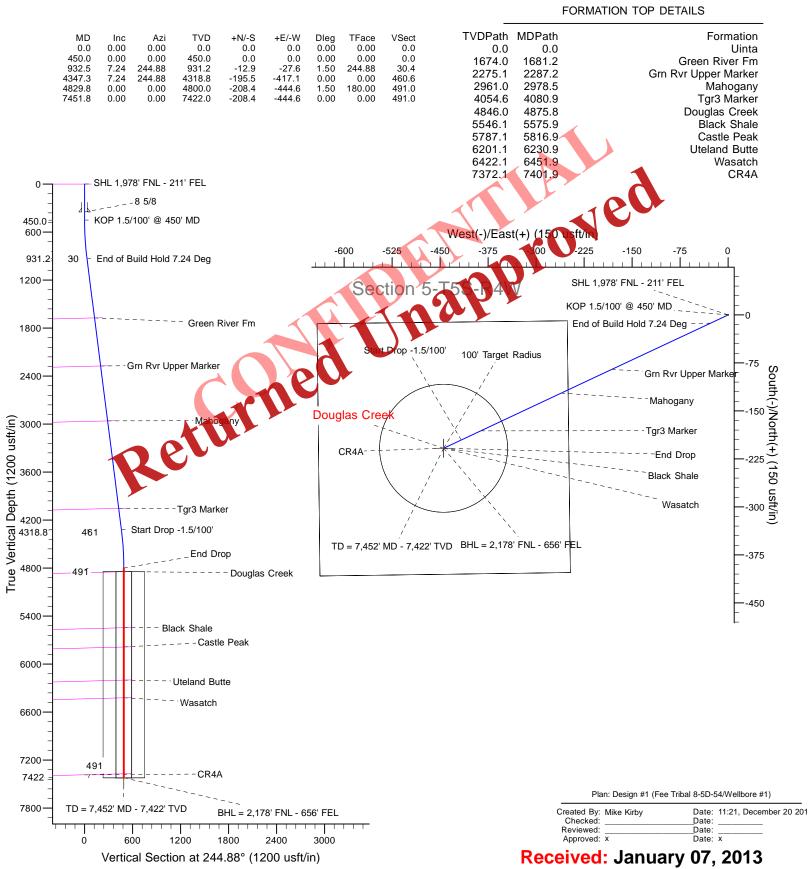
Latitude: 40° 4' 40.050 N Longitude: 110° 21' 0.240 W

Magnetic North is 11.24° East of True North (Magnetic Declination)



Magnetic Field

ength: 52090.3snT Dip Angle: 65.73° Date: 12/20/2012 Model: IGRF2010



Planning Report

Rocky Mountain R5000 Database Database: Company: Berry Petroleum Company Project: Duchesne County, UT Section 5-T5S-R4W Site: Fee Tribal 8-5D-54

Well: Wellbore: Wellbore #1 Design: Design #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Fee Tribal 8-5D-54

WELL @ 6491.0usft (Original Well Elev) WELL @ 6491.0usft (Original Well Elev)

Minimum Curvature

Project Duchesne County, UT

US State Plane 1927 (Exact solution) Map System: NAD 1927 (NADCON CONUS)

Geo Datum:

Utah Central 4302 Map Zone:

System Datum:

Mean Sea Level

Section 5-T5S-R4W Site

Northing: 637,449.16 usft Site Position: Latitude: From: Lat/Long Easting: 2,321,772.83 usft Longitude: **Position Uncertainty:**

0.0 usft Slot Radius: 13-3/16 " Grid Convergence:

110° 21' 0.240 W 0.74

Well Fee Tribal 8-5D-54

637,449.15 usft **Well Position** +N/-S 0.0 usft Northing: Latitude: +E/-W 0.0 usft Easting: 2,321,772.83 usft Longitude:

Position Uncertainty 0.0 usft Wellhead Elevation: 6,491.0 usft

40° 4' 40.050 N 110° 21' 0.240 W 6,471.0 usft

40° 4' 40.050 N

Wellbore Wellbore #1 Magnetics **Model Name** Sample Date Declination Dip Angle Field Strength (nT) 12/20/2012 IGRF2010 65.73 52,090

Design Design #1 **Audit Notes:** Version: **PROTOTYPE** Tie On Depth: 0.0 Depth From (TVD) **Vertical Section:** +N/-S +E/-W Direction (usft) (usft) (usft) (°) 0.0 244.88 0.0 0.0

Plan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
450.0	0.00	0.00	450.0	0.0	0.0	0.00	0.00	0.00	0.00	
932.5	7.24	244.88	931.2	-12.9	-27.6	1.50	1.50	0.00	244.88	
4,347.3	7.24	244.88	4,318.8	-195.5	-417.1	0.00	0.00	0.00	0.00	
4,829.8	0.00	0.00	4,800.0	-208.4	-444.6	1.50	-1.50	0.00	180.00	
7,451.8	0.00	0.00	7,422.0	-208.4	-444.6	0.00	0.00	0.00	0.00	

Database:
Company:
Project:
Site:
Section 5-T5S-R4W
Well:
Fee Tribal 8-5D-54
Wellbore:
Rocky Mountain R5000 Database
Berry Petroleum Company
Duchesne County, UT
Section 5-T5S-R4W
Fee Tribal 8-5D-54
Wellbore:

Design #1

Design:

Local Co-ordinate Reference:
TVD Reference:
MD Reference:
North Reference:
Survey Calculation Method:

ed Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
. ,			, ,	` '	` ,	. ,	,	, ,	,
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
Uinta									
1.0		0.00	1.0	0.0	0.0	0.0	0.00	0.00	0.00
•	FNL - 211' FEL	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0 200.0		0.00	200.0	0.0	0.0 0.0	0.0 0.0	0.00	0.00 0.00	0.00 0.00
300.0		0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
350.0			350.0	0.0	0.0	0.0	0.00		0.00
8 5/8	0.00	0.00	350.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0:0	0.0	0.00	10.00	0.00
450.0		0.00	450.0	0.0	0.0	0.0	0.00	0.00	0.00
KOP 1.5/10	0' @ 450' MD								
500.0	0.75	244.88	500.0	-0.1	-0.3	0.3	1.50	1.50	0.00
600.0	2.25	244.88	600.0	-1.2	-2.7	2.9	1.50	1.50	0.00
700.0	3.75	244.88	699.8	-3.5	-7.4		1.50	1.50	0.00
800.0		244.88	799.5	-6.8	-14.5	16.0	1.50	1.50	0.00
900.0		244.88	899.0	-11-2	-24.0	26.5	1.50	1.50	0.00
932.5		244.88	931.2	-12.9	-27.6	30.4	1.50	1.50	0.00
End of Buil 1,000.0	Id Hold 7.24 Deg 7.24	244.88	998.2	-16.5	-35.3	38.9	0.00	0.00	0.00
•									
1,100.0 1,200.0		244.88 244.88	1,097.4	-21.9 -27.2	-46.7 -58.1	51.5 64.1	0.00 0.00	0.00 0.00	0.00 0.00
1,200.0		244.88	1, 196.6	-32.6	-69.5	76.7	0.00	0.00	0.00
1,400.0		244.88	1,395.0	-37.9	-80.9	89.3	0.00	0.00	0.00
1,500.0		244.88	1,494.2	-43.3	-92.3	101.9	0.00	0.00	0.00
1,600.0	724	244.88	1,593.4	-48.6	-103.7	114.5	0.00	0.00	0.00
1,681.2	7.24	244.88	1,674.0	-53.0	-113.0	124.8	0.00	0.00	0.00
Green Rive	er Fro								
1,700.0	7.24	244.88	1,692.6	-54.0	-115.1	127.1	0.00	0.00	0.00
1,800.0	7.24	244.88	1,791.8	-59.3	-126.5	139.7	0.00	0.00	0.00
1,900.0		244.88	1,891.0	-64.7	-137.9	152.3	0.00	0.00	0.00
2,000.0		244.88	1,990.2	-70.0	-149.3	164.9	0.00	0.00	0.00
2,100.0		244.88	2,089.4	-75.3	-160.7	177.5	0.00	0.00	0.00
2,200.0 2,287.2		244.88 244.88	2,188.6 2,275.1	-80.7 -85.4	-172.1 -182.1	190.1 201.1	0.00 0.00	0.00 0.00	0.00 0.00
	pper Marker	277.00	2,210.1	00.4	102.1	201.1	0.00	0.00	0.00
2,300.0		244.88	2,287.8	-86.0	-183.5	202.7	0.00	0.00	0.00
2,400.0		244.88	2,387.0	-91.4	-194.9	215.3	0.00	0.00	0.00
2,400.0		244.88	2,486.2	-91. 4 -96.7	-194.9	227.9	0.00	0.00	0.00
2,600.0		244.88	2,585.4	-102.1	-217.8	240.5	0.00	0.00	0.00
2,700.0	7.24	244.88	2,684.6	-107.4	-229.2	253.1	0.00	0.00	0.00
2,800.0	7.24	244.88	2,783.8	-112.8	-240.6	265.7	0.00	0.00	0.00
2,900.0	7.24	244.88	2,883.0	-118.1	-252.0	278.3	0.00	0.00	0.00
2,978.5		244.88	2,961.0	-122.3	-260.9	288.2	0.00	0.00	0.00
Mahogany									
3,000.0		244.88	2,982.2	-123.5	-263.4	290.9	0.00	0.00	0.00
3,100.0		244.88	3,081.5	-128.8	-274.8	303.5	0.00	0.00	0.00
3,200.0		244.88	3,180.7	-134.2	-286.2	316.1	0.00	0.00	0.00
3,300.0		244.88	3,279.9	-139.5	-297.6	328.7	0.00	0.00	0.00
3,400.0		244.88	3,379.1	-144.9	-309.0	341.3	0.00	0.00	0.00
3,500.0 3,600.0		244.88	3,478.3	-150.2	-320.4	353.9	0.00	0.00	0.00
3,700.0		244.88 244.88	3,577.5 3,676.7	-155.5 -160.9	-331.8 -343.2	366.5 379.1	0.00	0.00 0.00	0.00 0.00
3,700.0	1.24	244.00	3,070.7	-100.9	-343.2	3/9.1	0.00	0.00	0.00

Database:
Company:
Project:
Duchesne County, UT
Site:
Section 5-T5S-R4W
Well:
Fee Tribal 8-5D-54
Wellbore:
Wellbore:
Rocky Mountain R5000 Database
Berry Petroleum Company
Duchesne County, UT
Section 5-T5S-R4W
Wellbore:
Wellbore:

Design #1

Design:

Local Co-ordinate Reference:
TVD Reference:
MD Reference:
North Reference:
Survey Calculation Method:

gn:	Design #1								
nned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
3,800.0	7.24	244.88	3,775.9	-166.2	-354.6	391.7	0.00	0.00	0.00
3,900.0	7.24	244.88	3,875.1	-171.6	-366.0	404.3	0.00	0.00	0.00
	7.24	244.88	3,974.3	-171.0		416.9	0.00	0.00	
4,000.0					-377.4				0.00
4,080.9	7.24	244.88	4,054.6	-181.3	-386.7	427.1	0.00	0.00	0.00
Tgr3 Marke	r								
4,100.0	7.24	244.88	4,073.5	-182.3	-388.9	429.5	0.00	0.00	0.00
4 200 0	7.04	044.00	4 470 7	407.0	400.0	4404	0.00	** 0	0.00
4,200.0	7.24	244.88	4,172.7	-187.6	-400.3	442.1	0.00	0.00	0.00
4,300.0	7.24	244.88	4,271.9	-193.0	-411.7	454.7	0.00	9-00	0.00
4,347.3	7.24	244.88	4,318.8	-195.5	-417.1	460.6	0.00	0.00	0.00
Start Drop	-1.5/100'					,	, 1		
4,400.0	6.45	244.88	4,371.1	-198.2	-422.7	466.9	1.50	-1.50	0.00
4,500.0	4.95	244.88	4,470.6	-202.4	-431.7	476.8	1.50	-1.50	0.00
								•	
4,600.0	3.45	244.88	4,570.4	-205.5	-438.4	484.1	1.50	-1.50	0.00
4,700.0	1.95	244.88	4,670.3	-207.5	-442.6	488.8	1.50	-1.50	0.00
4,800.0	0.45	244.88	4,770.2	-208.4	-444.5	490.9	1.50	-1.50	0.00
4,829.8	0.00	0.00	4,800.0	-208.4	-444.6	491.0	1.50	-1.50	0.00
End Drop					67				
4,875.8	0.00	0.00	4,846.0	-208.4	-444.6	491.0	0.00	0.00	0.00
Douglas Cr			1						
Douglas Of									
4,900.0	0.00	0.00	4,870.2	-208.4	-444.6	491.0	0.00	0.00	0.00
5,000.0	0.00	0.00	4,970.2	-208.4	-444.6	491.0	0.00	0.00	0.00
5,100.0	0.00	0.00	5,070.2	-208.4	-444.6	491.0	0.00	0.00	0.00
5,200.0	0.00	0.00	5 170.2	-208.4	-444.6	491.0	0.00	0.00	0.00
5,300.0	0.00	0.00	5,270.2	-208.4	-444.6	491.0	0.00	0.00	0.00
5,400.0	0.00	000	5,370.2	-208.4	-444.6	491.0	0.00	0.00	0.00
5,500.0	0.00	0.00	5,470.2	-208.4	-444.6	491.0	0.00	0.00	0.00
5,575.9	0.00	0.00	5,546.1	-208.4	-444.6	491.0	0.00	0.00	0.00
Black Share) -							
5,600	0.00	0.00	5,570.2	-208.4	-444.6	491.0	0.00	0.00	0.00
5,700.0	0.00	0.00	5,670.2	-208.4	-444.6	491.0	0.00	0.00	0.00
F 000 0	0.00	0.00	F 770 0	000.4	444.0	404.0	0.00	0.00	0.00
5,800.0	0.00	0.00	5,770.2	-208.4	-444.6	491.0	0.00	0.00	0.00
5,816.9	0.00	0.00	5,787.1	-208.4	-444.6	491.0	0.00	0.00	0.00
Castle Peal	k								
5,900.0	0.00	0.00	5,870.2	-208.4	-444.6	491.0	0.00	0.00	0.00
6,000.0	0.00	0.00	5,970.2	-208.4	-444.6	491.0	0.00	0.00	0.00
6,100.0	0.00	0.00	6,070.2	-208.4	-444.6	491.0	0.00	0.00	0.00
6,200.0	0.00	0.00	6,170.2	-208.4	-444.6	491.0	0.00	0.00	0.00
6,230.9	0.00	0.00	6,201.1	-208.4	-444.6	491.0	0.00	0.00	0.00
Uteland Bu									
6,300.0	0.00	0.00	6,270.2	-208.4	-444.6	491.0	0.00	0.00	0.00
6,400.0	0.00	0.00	6,370.2	-208.4	-444.6	491.0	0.00	0.00	0.00
6,451.9	0.00	0.00	6,422.1	-208.4	-444.6	491.0	0.00	0.00	0.00
Wasatch									
6,500.0	0.00	0.00	6,470.2	-208.4	-444.6	491.0	0.00	0.00	0.00
6,600.0	0.00	0.00	6,570.2	-208.4	-444.6	491.0	0.00	0.00	0.00
6,700.0	0.00	0.00	6,670.2	-208.4	-444.6	491.0	0.00	0.00	0.00
6,800.0	0.00	0.00	6,770.2	-208.4	-444.6	491.0	0.00	0.00	0.00
6,900.0	0.00	0.00	6,870.2	-208.4	-444.6	491.0	0.00	0.00	0.00
7,000.0	0.00	0.00	6,970.2	-208.4	-444.6	491.0	0.00	0.00	0.00
7,100.0	0.00	0.00	7,070.2	-208.4	-444.6	491.0	0.00	0.00	0.00
7,200.0	0.00	0.00	7,170.2	-208.4	-444.6	491.0	0.00	0.00	0.00
7,300.0	0.00	0.00	7,270.2	-208.4	-444.6	491.0	0.00	0.00	0.00
7,400.0	0.00	0.00	7,370.2	-208.4	-444.6	491.0	0.00	0.00	0.00

Planning Report

Database:
Company:
Project:
Duchesne County, UT
Site:
Section 5-T5S-R4W
Well:
Fee Tribal 8-5D-54
Wellbore:
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Design:
PROCKY Mountain R5000 Database
Berry Petroleum Company
Duchesne County, UT
Section 5-T5S-R4W
Wellbore:
Section 5-T5S-R4W
Wellbore:
Design:
Design:

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method:

Planned Survey									
Measured Depth (usft)	l Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
7,401	.9 0.00	0.00	7,372.1	-208.4	-444.6	491.0	0.00	0.00	0.00
CR4A									
7,451	.5 0.00	0.00	7,421.7	-208.4	-444.6	491.0	0.00	0.00	0.00
TD = 7,452' MD - 7,422' TVD - BHL = 2,178' FNL - 656' FEL									
7,451	.8 0.00	0.00	7,422.0	-208.4	-444.6	491.0	0.00	0.00	0.00

Design Targets								A	
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
Fee Tribal 8-5D-54 460 - plan misses target - Polygon	0.00 center by 0.1u	0.00 usft at 7451.8	7,422.0 Busft MD (742	-208.4 22.0 TVD, -20	-444.5 8.4 N, -444.6	637,235.03 E)	2,321,331.01	40° 4' 37.990 N	110° 21' 5.959 W
Point 1 Point 2 Point 3			7,422.0 7,422.0 7,422.0	194.7 199.2 -194.3	-197.8 193.2 197.9	637,427.17 637,436.70 637,043.29	2,321,130.72 2,321,521.63 2,321,531.39		
Point 4			7,422.0	-199.6	-193	637,032.96	2,321,140.29		
Fee Tribal 8-5D-54 - plan hits target cen - Circle (radius 100.0		0.00	7,422.0	208.4	-444.6	637,235.03	2,321,330.93	40° 4' 37.990 N	110° 21' 5.960 W

Casing Points	Ur				
Measured Vertical			Casing	Hole	
Depth (usft)		Name	Diameter (")	Diameter (")	
350.0	8 5/8		8-5/8	11	

Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)
0.0	0.0	Uinta			
1,681.2	1,674.0	Green River Fm		-1.40	244.88
2,287.2	2,275.1	Grn Rvr Upper Marker		-1.40	244.88
2,978.5	2,961.0	Mahogany		-1.40	244.88
4,080.9	4,054.6	Tgr3 Marker		-1.40	244.88
4,875.8	4,846.0	Douglas Creek		-1.40	244.88
5,575.9	5,546.1	Black Shale		-1.50	244.88
5,816.9	5,787.1	Castle Peak		-1.50	244.88
6,230.9	6,201.1	Uteland Butte		-1.50	244.88
6,451.9	6,422.1	Wasatch		-1.50	244.88
7,401.9	7,372.1	CR4A		-1.50	244.88

Planning Report

Database:
Company:
Project:
Duchesne County, UT
Site:
Section 5-T5S-R4W
Well:
Fee Tribal 8-5D-54
Wellbore:
Wellbore:
Wellbore:
Design:
Procky Mountain R5000 Database
Berry Petroleum Company
Duchesne County, UT
Section 5-T5S-R4W
Wellbore:
Prophysical Section Sect

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method:

Plan Annotations				
Measured Depth (usft)	Vertical Depth (usft)	Local Coord +N/-S (usft)	dinates +E/-W (usft)	Comment
1.0 450.0 932.5 4,347.3 4,829.8 7,451.5 7,451.5	450.0 931.2 4,318.8 4,800.0 7,421.7	0.0 0.0 -12.9 -195.5 -208.4 -208.4 -208.4	0.0 0.0 -27.6 -417.1 -444.6 -444.6 -444.6	SHL 1,978' FNL - 211' FEL KOP 1.5/100' @ 450' MD End of Build Hold 7.24 Deg Start Drop -1.5/100' End Drop TD = 7,452' MD - 7,422' TVD BHL = 2,178' FNL - 656' FEL



Berry Petroleum Company

Rt 2 Box 7735 4000 S. 4028 W Roosevelt, Utah 84066 Phone (435) 722-1325 Fax (435) 722-1321

AFFIDAVIT OF FACTS

STATE OF UTAH

COUNTY OF DUCHENSE

RE: S

Surface Damage and Right of Way Settlement Agreement Wellsite, Road and Pipeline Berry Petroleum Company, Operator Fee Tribal 8-5D-54 well site T5S-R4W, USM Section 8: SE/NE 1/4

Whereas, the undersigned, Jeff Crozier (affiant), with a mailing address of 4000 South 4028 West, Roosevelt, Utah 84066 being first duly sworn on oath depose and say:

1. I am over the age of 21 and am a Contract Field Landman for Berry Petroleum Company (Berry) in their Roosevelt, Utah office.

2. Berry is the operator and the owner of the mineral estate under oil and gas leases of the proposed Fee Tribal 8-5D-54 well, (the "Well").

3. The surface estate is owned by Saber M. Kirollos, 22927 Rachels Manor Dr. Katy, TX. 77494. Mr. Kirollos phone numbers is _281-392-2665_ (Cell).

4. I have spoken to Mr. Kirollos on numerous occasions. On April 20 2 12 May 2, 2012 and July 5, 2012 successive offers were made to Mr. Kirollos for a Surface Dangage and Right of Way Settlement Agreement. While the offers improved each time, they were rejected by Mr. Kirollos.

5. As of this date, January 3, 2013 Berry has not been able to acquire a signed Surface Damage and Right of Way Settlement Agreement for the proposed wells located in the section 5 of the SE/NE ¼.

NOW THEREFORE, the undersigned affiait Jeff Crozier, of lawful age, being first duly sworn, depose and say, that the above facts are true and correct to the best of his knowledge, further Affiant saith not. Signed this _3rd_ day of January, 2013.

By: Jeff Crozier

STATE OF UTAH

COUNTY OF DUCHESNE

On the 340 day of January, 2013, personally appeared before me Jeff Crozier, Affiant signer of the above instrument, who duly acknowledged to me that he executed the same. WITNESS my hand and official seal,







BERRY PETROLEUM COMPANY FEE TRIBAL 8-5D-54

SE ¼, NE ¼, 1978' FNL 211' FEL, Sec. 5, T5S, R4W, U.S.B.& M. BHL: SE ¼, NE ¼, 2178' FNL, 656' FEL Duchesne County, Utah

ONSHORE ORDER NO. 1

MULTI POINT SURFACE USE & OPERATIONS PLAN

A Existing Roads

To reach the Berry Petroleum Company well, Fee Tribal 8-5D-54, in Section 5-T5S-R4W:

Start in Duchesne, Utah, go southwest out of Duchesne on US Highway 191 (Indian Canyon) for approximately 2.3 miles, turn east at the Coyote Canyon road and follow the existing road for approx. 10.0 miles. Then follow the proposed access road for approx. 185' to the 8-5D-54 location.

Berry Petroleum Company will improve or maintain existing roads in a condition the same or better than before operations began. Best Management Practices will be considered when improving or maintaining existing roads. In general this would involve the need for some surface material or fill to prevent or repair holes in the road due to heavy truck traffic during the drilling and completion operations. If repairs are made the operator will secure the appropriate material from private sources.

B New or Reconstructed Access Roads

See Topographic Map "A & B" for the location of the proposed access road. The proposed access road will be built across 185' of fee surface.

C Location of Existing Wells

See Topographic Map "D" for the location of existing wells within a Imile radius.

D Location of Tank Batteries, Production Facilities and Production Gathering and Service Lines

A containment dike with be constructed completely around those production facilities which contain fluids (i.e. production tanks, produced water tanks). This dike will be constructed of compacted subsoil, he impervious, hold 100% of the capacity of the largest tank. The site specific APD will address additional capacity if such is needed due to environmental concerns. The use of topsoil for the construction of dikes will not be allowed. If a Spill Prevention, Control, and Countermeasure (SPCC) Plan is required by the Environmental Protection Agency, the containment dike may be expanded with the Authorized Agency Officer's approval to meet SPCC requirements.

The proposed pipeline will tie in at an existing pipeline. Map "C" illustrating the proposed route is attached, the pipeline will run in the same corridor for 3013' as the above mentioned access road.

All site security guidelines identified in Federal regulation 43 CFR 3126.7, will be adhered to. All off-lease storage, off-lease measurement, or commingling on-lease or off-lease production will have prior written approval form the Authorized Agency Officer.

Gas meter runs will be located approximately 100 feet from the wellhead. Where necessary, the gas line will be anchored down from the wellhead to the meter.

Multi Point Surface Use & Operations Plan Duchesne County, UT

Berry Petroleum Company FEE TRIBAL 8-5D-54

Location and Type of Water Supply E

Water for the drilling and completion will be pumped or trucked from one of the following Berry source wells:

- Water Permit # 43-12400, Sec. 23, T5S, R5W
- Water Permit # 43-12400, Sec. 24, T5S, R5W
- Water Permit # 43-1628, Sec. 12, T5S, R6W (Douglas E. & Yordis Nielsen)
- Duchesne City Culinary Water Dock located in Sec. 1, T4S, R5W
- East Duchesne Water, Arcadia Feedlot, Sec. 28, T3S, R3W
- Petroglyph Operating Company 08-04 Waterplant, Sec. 8, T5S, R3W.

F Source of Construction Materials

All construction materials for this location site and access road shall be borrow material accumulated during construction of the location site and access road.

\mathbf{G}

Drill fluids will be contained in a closed loop system. Cuttings will be contained on site and barted in a pit or used on location or access roads whichever is deemed appropriate by the authorized agency.

After first production, produced wastewater from in our enhanced oil recovery to fithe follow.

of the following approved wastewater disposal sites:

- R.N. Industries, Inc. Sec. 4, T2S, R2W, Blue ell
- MC & MC Disposal Sec. 12, T6S, R19E, vern l LaPoint Recycle & Storage Sec. 12, T6S, R19E, LaPoint Water Disposal Inc. Sec. 32, T1S, R1W, Roosevelt
- ITL 4461 W 3000 S Robsevelt Location Pleasant Valley
- IWM P O Box 420 All amount or 20250 W 2000 S Duchesne Location-Blue Bench
- Pro Water 12222 Fighland Ave Ste B503 Rancho Cucamonga CA 91739 Location-Blue Bend

Should operations of the field be prohibited by the Authorized Officer, the wastewater shall be confined to the approved pit or storage tank for a period not to exceed 90 days. The use of such pit is hereby approved as part of this Application for Permit to Drill.

Production fluids will be contained in leak-proof tanks. All production fluids will be disposed of at approved disposal sites. Produced water, oil, and other byproducts will not be applied to roads or well pads for control of dust or weeds. The indiscriminate dumping of produced fluids on roads, well sites, or other areas will not be allowed.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical portable toilet will be furnished with the drilling rig.

Multi Point Surface Use & Operations Plan Duchesne County, UT

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. Trash will not be burned on location.

All debris and other waste materials not contained in the trash cage will be cleaned up and removed from the location promptly after removal of the completion rig (weather permitting).

Any open pits will be fenced during the operations. The fencing will be maintained with best efforts until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of wells. Furthermore, extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will not be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of wells within these areas.

H

I

The attached Location Layout diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, pipe racks, trailer parking, spoil dirt stockpile(s) and surface material stockpile(s)

Plans for Restoration of the Surface

Interim
The dirt contracts

J

The dirt contractor will be provided with approved conies of construction activities.

le location and surrounding area will be cleared Upon well completion, within a reasonable time, of all unused tubing, materials, trasti and theirs not required for production.

wher disturbed areas will be restored as near as practical to their Abandoned well sites, roads and other disturbed areas will be restored as near as practical to original condition. Where applicable, these conditions may include the re-establishment of the re-establishment of appropriate soil conditions, and the re-establishment of irrigation system vegetation as specified.

All disturbed areas will be re-contoured to the approximate natural contours.

Any drainage rerouted during the construction activities shall be restored to its original line of flow or as near as possible.

Final

Prior to the construction of the location, the top 12 inches of soil material (if present) will be stripped and stockpiled. Placement of the topsoil is noted on the location plat attached. Topsoil shall be stockpiled separately from subsoil materials. Topsoil salvaged from the reserve pit shall be stockpiled separately near the reserve pit.

Multi Point Surface Use & Operations Plan Duchesne County, UT

When restoration activities have been completed, the location site and new access road cuts and shoulders shall be reseeded. Prior to reseeding, all disturbed areas, including the old access road will be scarified and left with a rough surface.

The Authorized Agency Officer shall be contacted for the required seed mixture. Seed will be broadcast and the amount of seed mixture per acre will be doubled. The seeded area will then be "walked" with a dozer to assure coverage of the seeds. The seed mixture will reflect the recommendation from the Archeology study done.

At final abandonment, all casing shall be cut off at the base of the cellar or 3 feet below final restored ground level, whichever is deeper, and cap the casing with a metal plate a minimum of 0.25 inches thick. The cap will be welded in place and the well location and identity will be permanently inscribed on the cap. The cap also will be constructed with a weep hole.

K Well Surface & Access Ownership:

Saber M. Kirollos 22927 Rachels Manor Drive Katy, TX 77494 281-392-2665

L Other information

oved All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees. The operator is fully responsible of his subcontractors. A copy of these conditions will be furnished to the field ensure compliance.

pipeline route Berry will control noxious weeds along access road use authorizations authorizations, well sites or other applicable facilities. A list convious weeds may be obtained from the Authorized Agency or the appropriate County Extension Office.

Drilling rigs and/or equipment used during drilling operations on this location will not be stacked or stored on administered lands after the concusion of drilling operations or at any other time without authorization by the Authorization Agency Officer. If authorization is obtained, such storage is only a temporary measur

approved routes only. Travel is restri

A class III archaeological survey was conducted on all lands, Utah Project # U-11-BS-0945p October 31, 2011. All personnel will refrain from collecting artifacts and from disturbing any significant cultural resources in the area. The operator is responsible for informing all persons in the area who are associated with this project that they may be subject to prosecution for knowingly disturbing historic or archaeological sites or for collecting artifacts. All vehicular traffic, personnel movement, construction, and restoration activities shall be confined to the areas examined, as referenced in the archaeological report, and to the existing roadways and/or evaluated access routes. If historic or archaeological materials are uncovered during construction, Berry Petroleum Company is to immediately stop work that might further disturb such materials and contact the Authorized Agency Officer.

Multi Point Surface Use & Operations Plan Duchesne County, UT

Within five working days, the Authorized Agency Officer will inform the operator as to:

- Whether the materials appear eligible for the National Historic Register of Historic
- The mitigation measures Berry will likely have to undertake before the site can be used (assuming in-situ preservation is not necessary); and a time frame for the Authorized Officer to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the Authorized Officer are correct and that the mitigation measures are appropriate.

If Berry wishes, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the Authorized Agency Officer and/or the surface owner will assume responsibility for whatever recordation and stabilization of the exposed materials may be required. Otherwise the operator will be responsible for mitigation costs. The Authorized Agency Officer and/or the surface owner will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the Authorized Agency Officer that required mitigation has been completed, Berry will then be allowed to resume construction.

All Surface Use Conditions of Approval associated with the Landowner Surface Use Agreement and Environmental Analysis Mitigation Stipulations will be adhered to.

the All well site locations will have appropriate signs indicating the name of the operator, the lease serial number, the well name and number, the survey description of the well (footages or the quarter/quarter section, the section, township, and range).

Returne

AFFIDAVIT OF NOTICE

I, **Kathy Fieldsted**, the affiant herein, being of lawful age and duly sworn upon his oath deposes and states as follows:

Kathy Fieldsted is a Sr. Regulatory & Permitting Tech. for **Berry Petroleum Company**; a Delaware Corporation, with headquarters located at 1999 Broadway, Suite 3700, Denver, Colorado 80202, and is duly authorized to make this affidavit on behalf of said corporation.

Berry Petroleum Company has submitted notices to commingle production from the Wasatch and Green River formations in the following wells lying within the boundaries of the Ute Tribal Exploration and Development Agreement – BIA Lease # 14-20-H62-4778:

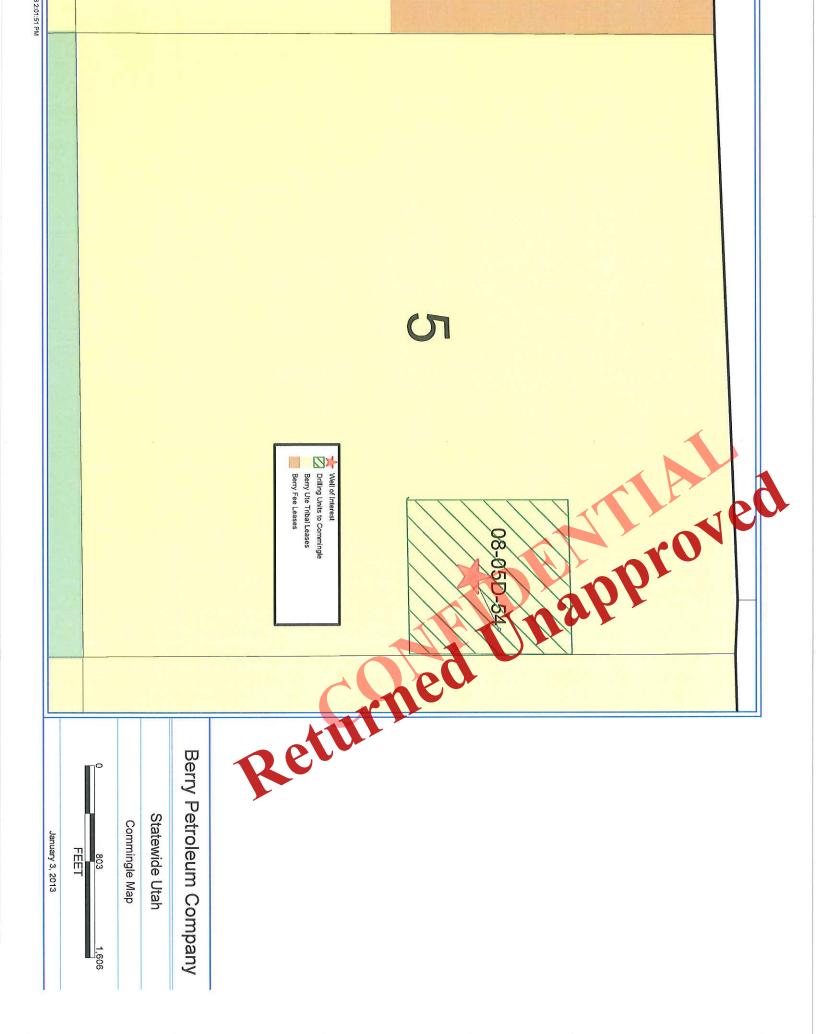
Fee Tribal 8-5D-54

This Affidavit is made in accordance with Utah's Oil, Gas and Mining regulation R649-3-22. As operator, Berry Petroleum Company has provided notices to the owner(s) of all contiguous oil and gas leases or drilling units overlying the pool for the aforementioned wells to the parties listed below:

Appaloosa Energy LLC 1776 Woodstead Ct., Suite 121 The Woodlands, Texas 77380 Attn: Brad Posey Newfield Production Company 1001 17th Street, Suite 2000 Denver, Colorado 80262 Attn: Laura Smith

This instrument is executed this 7th day of January, 2013.

Berry Petroleum Company





Berry Petroleum Company

Rt 2 Box 7735 4000 S. 4028 W Roosevelt, Utah 84066 Phone (435) 722-1325 Fax (435) 722-1321

January 3, 2013

State of Utah Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, UT 84115-5801

RE:

Directional Drilling R649-3-11

Fee Tribal 8-5D-54

1978' FNL 211' FEL (SENE – surface) 2178' FNL 656' FEL (SENE – bottomhole)

Section 5, T5S-R4W Duchesne County, Utah

Pursuant to the filing of Berry Petroleum's Application for Permit to Drill regarding the above referenced well, we are hereby submitting this letter in accordance with Oil & Gas Conservation Rule R649-3-11 pertaining to the Exception to Location and Siting of Wells.

The Fee Tribal 8-5D-54 well is to be located within the Brundage Canyon Field Area.

- Berry is locating the well at the surface location and dijectionally drilling from this location to minimize surface disturbance and Berry will be able to utilize the existing road and pipelines in the area.
- Furthermore, Berry hereby certifies that it is the sole working interest owner with 460 feet of the entire direction, well bore and the remainder of the section.

Therefore, based on the above stated information Berry Petroleum Company requests the permit be granted pursuant to R649-3-11.

Respectfully Submitted,

Kathy K. Fieldsted

Sr. Regulatory & Permitting Technician

SELF-CERTIFICATION STATEMENT

The following self-certification statement is provided per federal requirements dated May 7, 2007.

Please be advised that Berry Petroleum Company is considered to be the operator of the following well.

FEE TRIBAL 8-5D-54

SE ¼, NE ¼, 1978' FNL 211' FEL, Sec. 5, T5S, R4W, U.S.B.& M.

BHL: SE ¼, NE ¼, 2178' FNL, 656' FEL

Lease: 14-20-H62-5516 Duchesne, County, Utah

Berry Petroleum Company is responsible under the terms of the lease for the operations conducted upon the lease lands.

Operator's Representative and Certification

A)

Representative

NAME:

Kathy K. Fieldsted

ADDRESS:

Berry Petroleum Company 4000 South 4028 West Route 2, Box 7735 Roosevelt, Utah 84066

PHONE:

435-722-1325

All lease and/or unit operations will be conducted in such a manner that fell compliance is made with all applicable laws, regulations and onshore oil and gas orders. Berry Detroleum Company is fully responsible for the actions of its subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

The drilling permit will be valid for a period of two years from the date of approval. After permit termination, a new application will be fired for approval for any future operations.

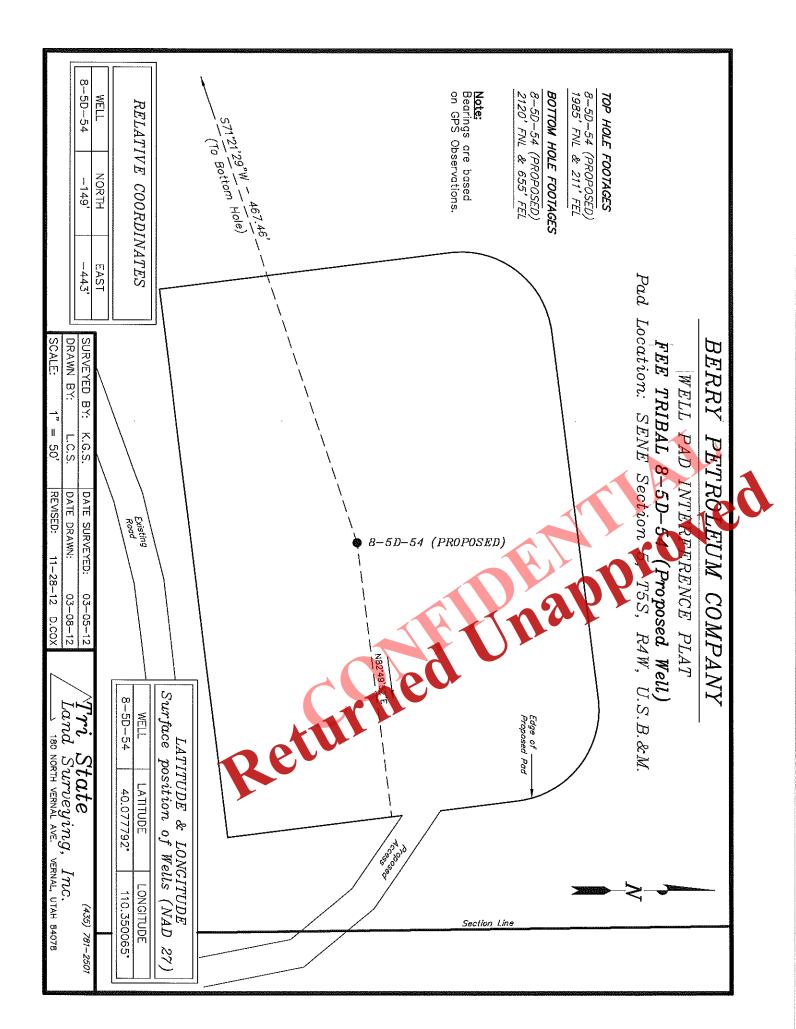
B) Certification:

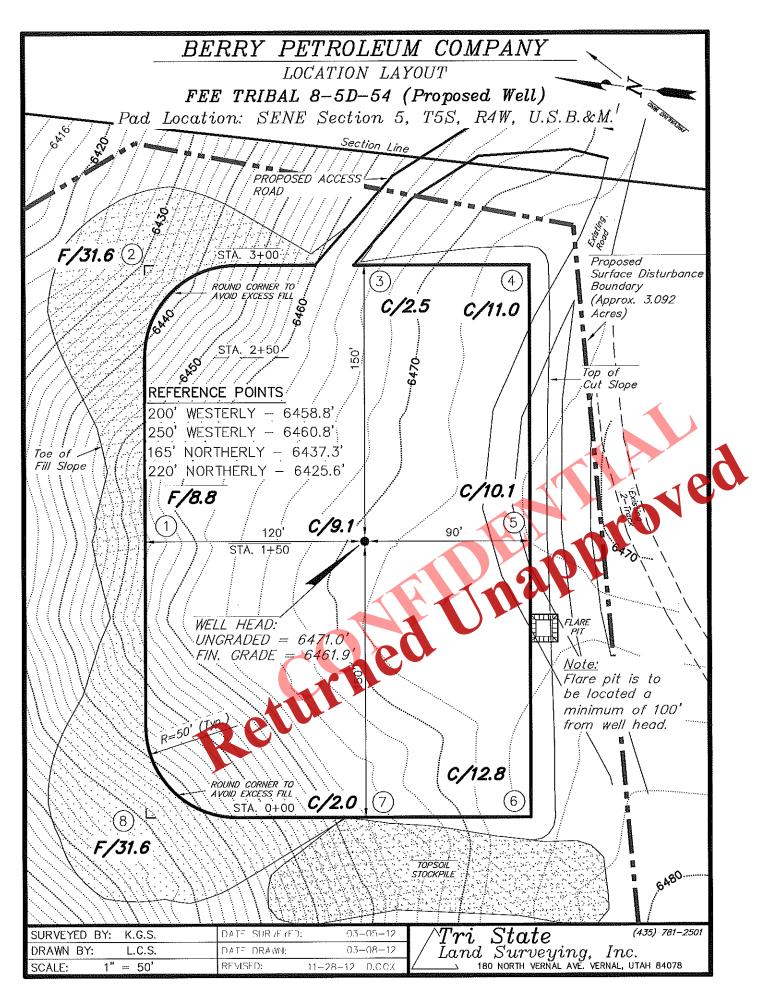
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge and belief, true and correct; and that the work associated with the operations proposed herein will be performed by Berry Petroleum Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

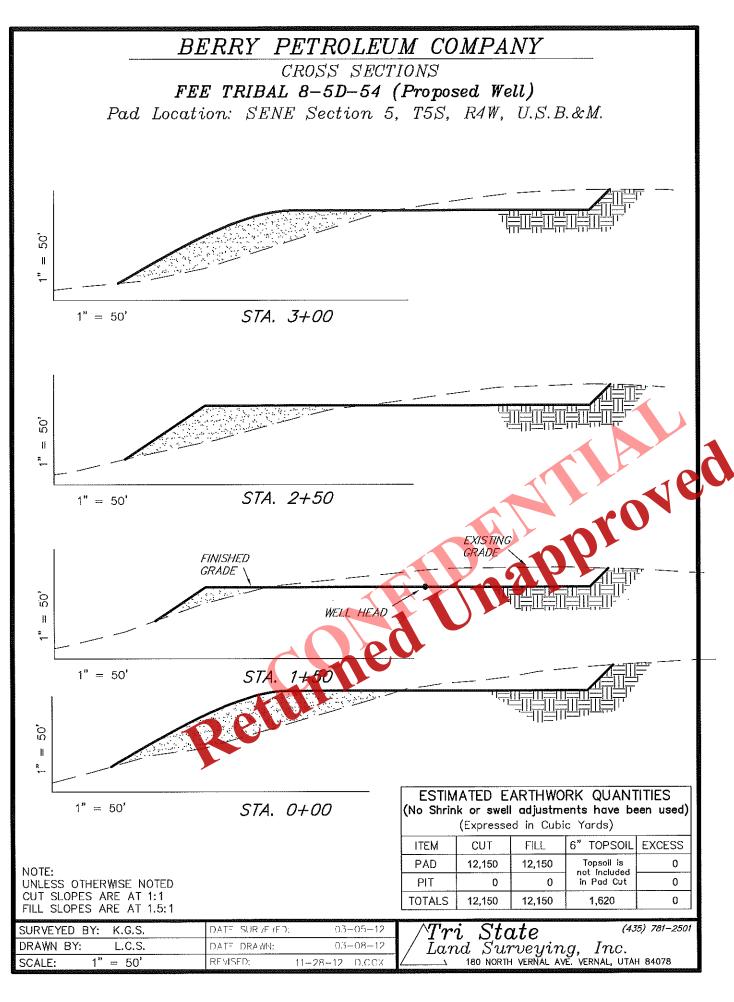
1/4/20B

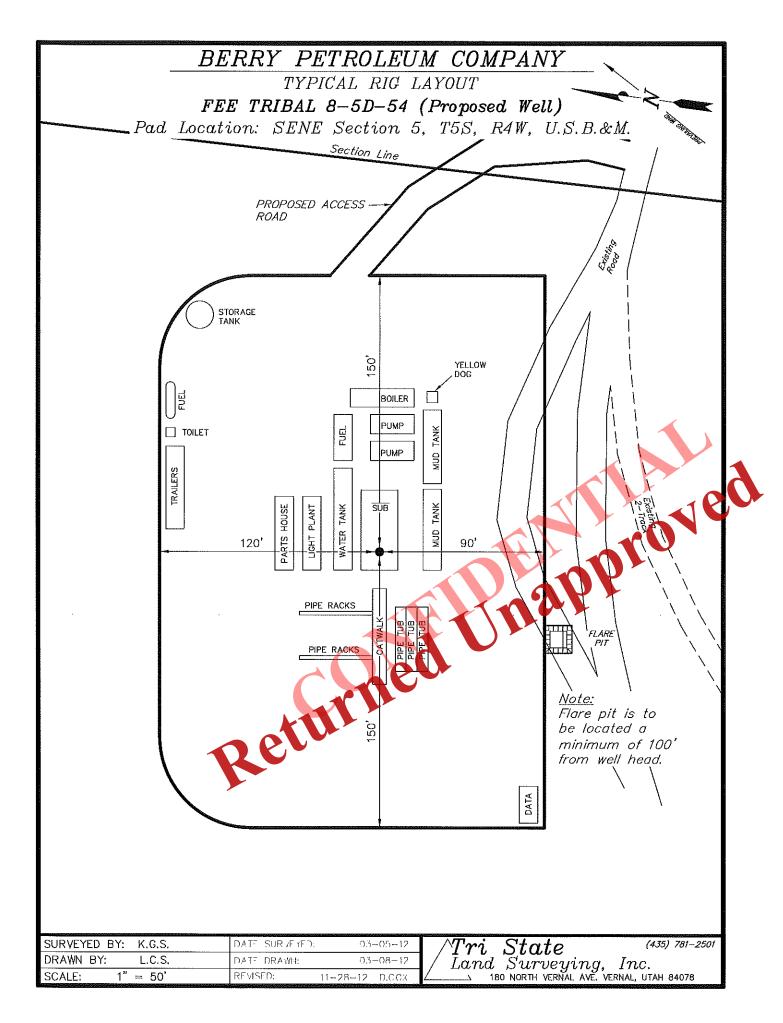
Kathy K. Vieldsted

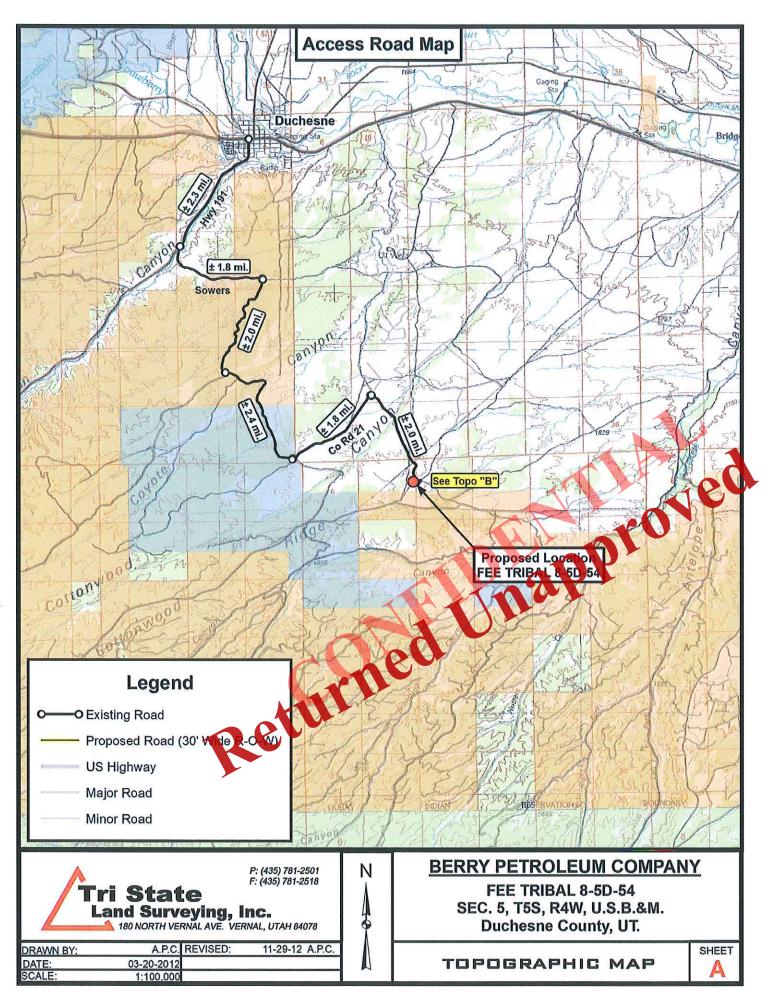
Sr. Regulatory & Permitting Tech Berry Petroleum Company roved

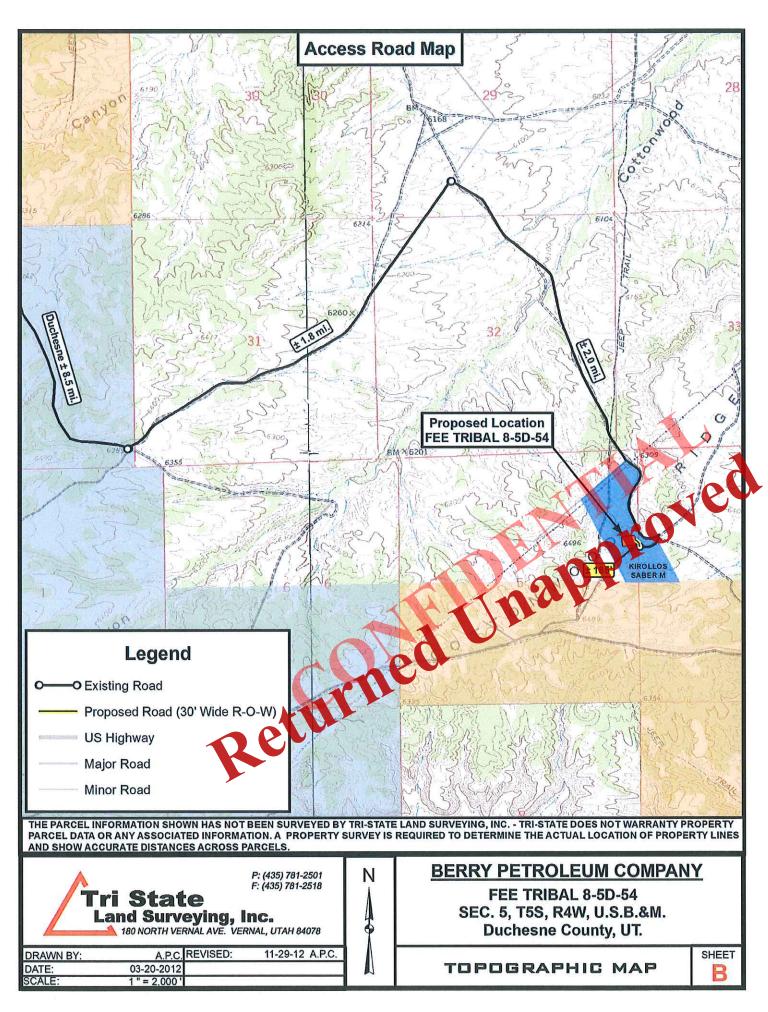


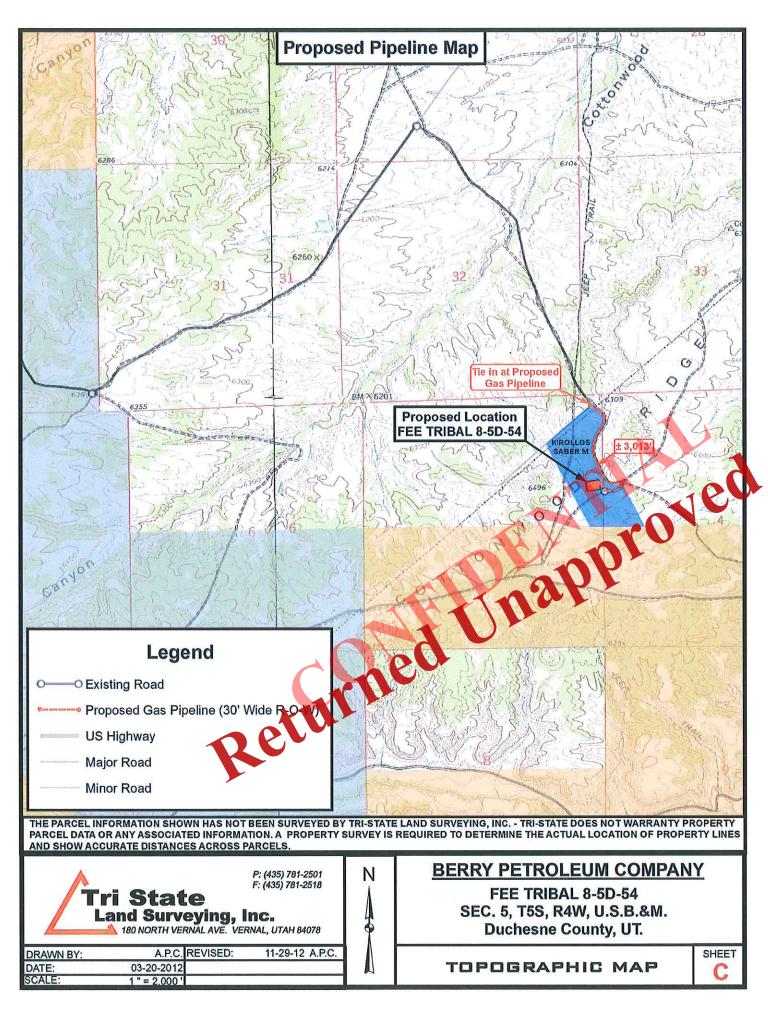








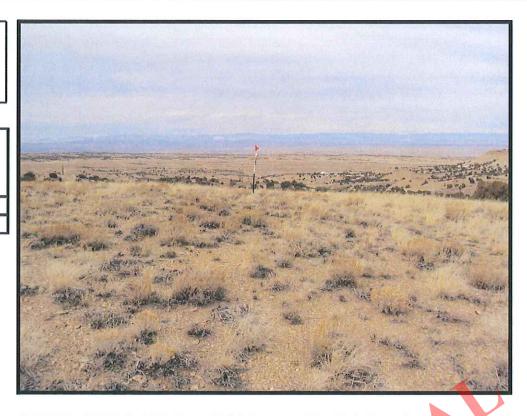




Location Photos

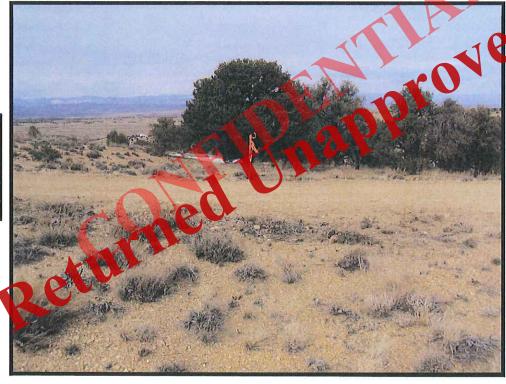
Center Stake
Looking Northerly

Date Photographed: 03-05-2012
Photographed By: K. Stewart





Date Photographed: 03-05-2012
Photographed By : K. Stewart





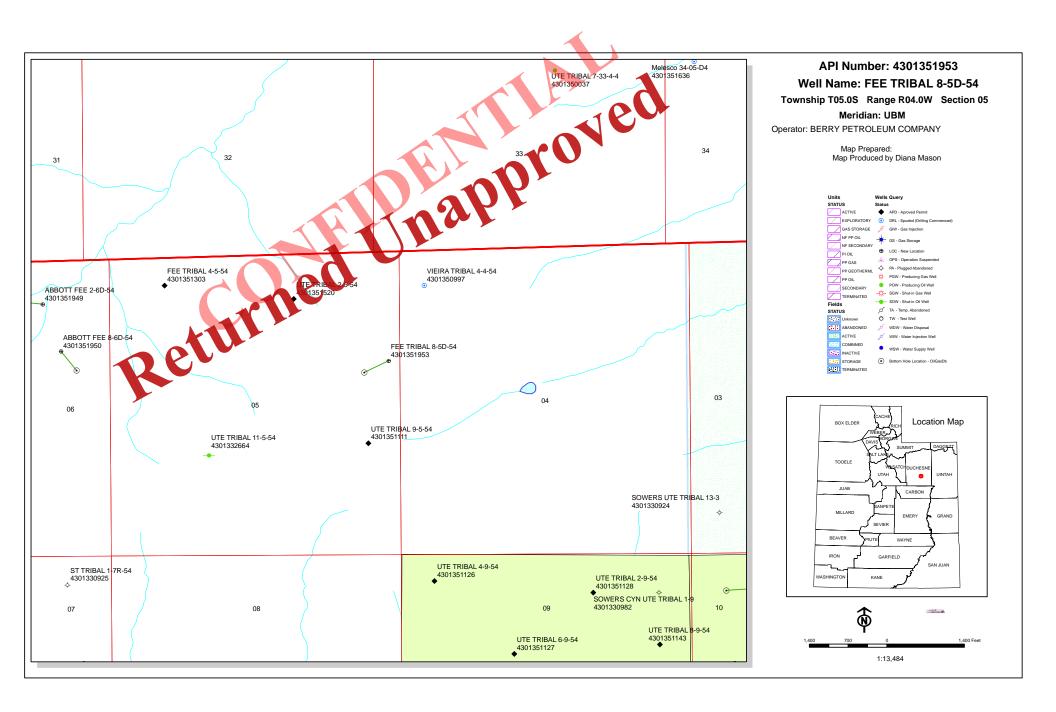
DRAWN BY: A.P.C. REVISED: 11-29-12 A.P.C.
DATE: 03-20-2012

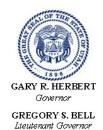
BERRY PETROLEUM COMPANY

FEE TRIBAL 8-5D-54 SEC. 5, T5S, R4W, U.S.B.&M. Duchesne County, UT.

COLOR PHOTOGRAPHS







State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

September 24, 2013

BERRY PETROLEUM COMPANY 4000 South 4028 West Rt 2 Box 7735 Roosevelt, UT 84066

Re: Application for Permit to Drill - DUCHESNE County, Utah

Ladies and Gentlemen:

The Application for Permit to Drill (APD) for the FEE TRIBAL 8-5D-54 well, API 43013519530000 that was submitted January 07, 2013 is being returned unapproved. If you plan on drilling this well in the future, you must first submit a new application.

Should you have any questions regarding this matter, please call me at (801) 538-5312.

Sincerely,

Diana Mason Environmental Scientist

Enclosure

cc: Bureau of Land Management, Vernal, Utah



RECEIVED

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires July 31, 2010

DEFACIMENT OF				
BUREAU OF LAND	MANAGEMENT	JAN 1 8 2013	 Lease Serial No. 1420H625516 	
APPLICATION FOR PERMIT	TO DRILL OR R	EENTER	6. If Indian, Allottee or Tr	ibe Name
				
la. Type of Work: DRILL REENTER	CONFIC	DENTIAL	7. If Unit or CA Agreeme	nt, Name and No.
	O O		0 1 37 1377 !! 3	-
1b. Type of Well: 🔯 Oil Well 🔲 Gas Well 🔲 O	ther Sir	ngle Zone Multiple Zone	8. Lease Name and Well N FEE TRIBAL 8-5D-54	NO.
2. Name of Operator Contact	KATHY K FIELDS	STED	9. API Well No.	
BERRY PETROLEUM COMPANY E-Mail: kkf@bi	y.com		43.013.51	953
3a. Address 4000 SOUTH 4028 WEST ROUTE 2 BOX 7735 ROOSEVELT, UT 84066	3b. Phone No. (inch Ph: 435-722-006 Fx: 435-722-132	65	10. Field and Pool, or Exp BRUNDAGE CANY	loratory
4. Location of Well (Report location clearly and in accord	Iance with any State requ	uirements.*)	11. Sec., T., R., M., or Blk	and Survey or Area
At surface SENE 1978FNL 211FEL			Sec 5 T5S R4W Me	-
At proposed prod. zone SENE 2178FNL 656FEL				
14. Distance in miles and direction from nearest town or post	office*		12. County or Parish	13. State
12			DUCHESNE	UT
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)	16. No. of Acres in I	Lease	17. Spacing Unit dedicated	to this well
211	640.00		40.00	
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth		20. BLM/BIA Bond No. on file	
1400	7451 MD		RLB0005647	
	7422 TVD			
21. Elevations (Show whether DF, KB, RT, GL, etc. 6471 GL	22. Approximate date	e work will start	23. Estimated duration	
	24. Att	achments		
The following, completed in accordance with the requirements of	f Onshore Oil and Gas C	Order No. 1 shall be attached to the	nis form	
 Well plat certified by a registered surveyor. A Drilling Plan. 		Bond to cover the operation Item 20 above).	is unless covered by an existing	ng bond on file (see
3. A Surface Use Plan (if the location is on National Forest Syste	m Lands, the	5. Operator certification		
SUPO shall be filed with the appropriate Forest Service Off	ice).	Such other site specific info authorized officer.	ormation and/or plans as may l	e required by the
		uddiorized officer,		
25. Signature (Electronic Submission)	Name (Printed/Typed) KATHY K FIELI) DSTED Ph: 435-722-006	5	Date 01/07/2013
Title				
SR. REG & PERMITTING TECH				
Approved by (Signature)	Name (Printed/Typed)	Jerry Kenczk	a	Date
The Kongke		— Oliy Kulluzr	166	JUL 3 1 2013
Title Assistant Field Manager	Office	AL FIFLD OF		
Lands & Mineral Resources	VEKN	AL FIELD OFFICE		
Application approval does not warrant or certify the applicant hole	is legal or equitable title	to those rights in the subject leas	se which would entitle the app	licant to conduct

Electronic Submission #178458 verified by the BLM Well Information System For BERRY PETROLEUM COMPANY, sent to the Vernal Committed to AFMSS for processing by ROBIN R. HANSEN on 01/24/2013 ()

CONDITIONS OF APPROVAL ATTACHED

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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DIV. OF OIL, GAS & MINING

NOTICE OF APPROVAL

operations thereon. Conditions of approval, if any, are attached.

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **



UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE**

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:	BERRY PETROLEUM COMPANY	Location:	SENE SEC 5 T5S R4W
Well No:	FEE TRIBAL 8-5D-54	Lease No:	1420H625516
API No:	43-013-51953	Agreement:	N/A

OFFICE NUMBER:

(435) 781-4400

OFFICE FAX NUMBER: (435) 781-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Construction Activity (Notify Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist)	-	The Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist shall be notified at least 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday.
Construction Completion (Notify Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist)	-	Upon completion of the pertinent APD/ROW construction, notify the Ute Tribe Energy & Minerals Dept. for a Tribal Technician to verify the Affidavit of Completion. Notify the BLM Environmental Scientist prior to moving on the drilling rig.
Spud Notice (Notify BLM Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify BLM Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings to: blm_ut_vn_opreport@blm.gov .
BOP & Related Equipment Tests (Notify BLM Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify BLM Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- Paint all production facilities and equipment, not otherwise regulated (OSHA, etc.), Beetle.
- All areas of disturbance (including surface pipelines) must have appropriate surface use agreements or approvals in place with the proper owner and/or agency before such action is started.
- The conditions of approval, as set forth by those owners and/or agencies, shall be adhered to.

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DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- 1. Surface casing setting depth shall be 500 ft.
- 2. Surface casing cement shall be brought to surface.
- 3. Production casing cement shall be brought up and into the surface

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
 daily drilling report. Components shall be operated and tested as required by Onshore Oil &
 Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
 performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
 reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.

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The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
Vernal Field Office.

- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
 Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum
 Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well by CD (compact disc). This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- For information regarding production reporting, contact the Office of Natural Resources Revenue (ONRR) at www.ONRR.gov.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written
 communication and must be received in this office by not later than the fifth business day
 following the date on which the well is placed on production. The notification shall provide, as a
 minimum, the following informational items:
 - o Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).

- Date well was placed in a producing status (date of first production for which royalty will be paid).
- The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
- o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
- o Unit agreement and/or participating area name and number, if applicable.
- o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will
 be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be
 reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major
 Events" will be reported in writing within 15 days. "Minor Events" will be reported on the
 Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.
- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
 to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
 first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
 adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
 sealed in accordance with Onshore Oil & Gas Order No. 3.

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- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
 Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
 order that a representative may witness plugging operations. If a well is suspended or
 abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent
 Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual
 plugging of the well bore, showing location of plugs, amount of cement in each, and amount of
 casing left in hole, and the current status of the surface restoration.